

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1446-02
Bill No.: HB 689
Subject: Licenses - Motor Vehicle; Revenue Department
Type: Original
Date: March 14, 2011

Bill Summary: This proposal allows the application to be made and the emblem-use contribution fee to be paid at the time of vehicle registration for Missouri State Humane Association special license plates.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of State Treasurer** stated there would be no fiscal impact to their agency resulting from this proposed legislation.

Officials from the **Department of Revenue (DOR)** - Driver's License Bureau stated:

- Procedures will need to be revised by a Management Analyst Specialist I requiring 40 hours of overtime at a cost of \$805 in FY12.
- The Application for Missouri Personalized and Specialty License Plates (DOR-1716) will need to be revised. This will require 40 hours of overtime for a Management Analyst Specialist I, at a cost of \$805 in FY12.
- The DOR web site will need to be updated. This will require 10 hours of overtime for an Administrative Analyst III, at a cost of \$218 in FY12.

Total cost for FTE in FY 12: \$1,828

Oversight assumes DOR is provided with core funding to handle a certain amount of activity each year. **Oversight** assumes DOR could absorb the personal service costs related to this proposal. If multiple bills pass which require additional staffing and duties at substantial costs, DOR could request funding through the appropriation process.

Information Technology - OA-ITSD (DOR)

The Title and Registration Intranet Processing System (TRIPS) would need to allow for the collection of the \$25 emblem use authorization statement fee for the Missouri State Humane Association specialty license plate and for the distribution of such fee to the Missouri pet spay-neuter fund.

The IT portion of the fiscal impact is estimated with a level of effort valued at \$2,120 based on 80 FTE hours.

It is assumed this proposal requires the addition of a new Emblem Use Authorization Fund in TRIPS.

ASSUMPTION (continued)

Oversight assumes OA-ITSD (DOR) is provided with core funding to handle a certain amount of activity each year. If multiple bills pass which require additional staffing and duties at substantial costs, DOR could request funding through the appropriation process.

Revenue Impact

In FY 2010 there were 745 Missouri State Humane Association specialty license plates issued or renewed. The \$25 fee would be paid on the issuance of a new registration and renewal of existing registrations.

This proposal does not require the customer to pay the \$25 emblem use authorization statement fee to DOR; therefore the number of applicants is unknown. However, it is anticipated that because the ability to pay the fee to DOR at the time of registration may be more convenient for the applicant, 75% of the 745 applicants will pay the fee to DOR at the time of registration.

This will result in an increase in revenue to the Missouri Pet Spay-Neuter Fund of \$11,646 in FY12 (10 months) and \$13,975 in FY13 and FY14.

Oversight assumes that the emblem-use authorization fees will either be paid prior to registration/renewal or at the time of registration/renewal. Only the timing of deposit into the Missouri Pet Spay/Neuter Fund would be different. **Oversight** assumes no additional revenue would be generated.

<u>FISCAL IMPACT - State Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

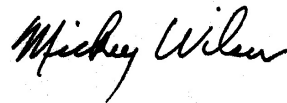
FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Office of State Treasurer

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
March 14, 2011